GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Energy Dept. - Providing Government guarantee for an amount of Rs.710 Crores (Rupees seven hundred ten crores only) to Andhra Pradesh Power Finance Corporation Limited (APPFCL) for obtaining a term Loan by APPFCL from HUDCO -Vijayawada Regional Office – Orders - Issued.

ENERGY (POWER-III) DEPARTMENT

G.O.MS.No. 35 Dated: 28-03-2025

Read:

From the Managing Director, APPFCL, Lr. No. MD/CFO/APPFCL/D. No.417/2025, dt:20.03.2025

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O R D E R:

In the reference read above, the Managing Director, Andhra Pradesh Power Finance Corporation Limited (APPFCL) has requested the Government to provide Government Guarantee for Rs.710 Cr. to M/s APPFCL, Vijayawada for availing a Special Term Loan of Rs. 710 Crs from the Housing and Urban Development Corporation Ltd. (HUDCO), Vijayawada Regional Office onward lending to the State Govt. power utilities for their operational needs such as coal purchase, power purchase etc.

2. After careful examination of the matter, Government hereby accord approval for providing Government guarantee to the Andhra Pradesh Power Finance Corporation Limited (APPFCL) for an amount of Rs.710 Crores (Rupees seven hundred ten crores only) for availing a Special Term Loan of Rs. 710 Crs from the Housing and Urban Development Corporation Ltd. (HUDCO), Vijayawada Regional Office onward lending to the State Govt. power utilities for their operational needs such as coal purchase, power purchase etc with the following conditions:-

(i) The Government Guarantee is to be utilized / drawn within a period of one year from the date of issue of orders.

(ii) The Guarantee will be valid for the entire tenure of the loan period.

(iii) The Guarantee is extended for the Principal and interest part.

(iv) The Govt Guarantee shall come into force in the event of failure to pay the obligations to the lending institution by the Corporation.

(v) The deed shall not be valid, unless it is signed by the authorized officer of the Finance dept, Govt of AP.

vi) The APPFCL shall meet the debt servicing from it's own resources.

3. The Managing Director, Andhra Pradesh Power Finance Corporation Limited (APPFCL) shall take necessary action accordingly.

4. This order issues with the concurrence of Finance Department vide their U.O.No: FIN01-BUGT0DSM(BD)/1/2024-CDM (C. No: 2514643), Dated:28.03.2025.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

K. VIJAYANAND
SPECIL CHIEF SECRETARY TO GOVERNMENT

To
Managing Director,
Andhra Pradesh Power Finance Corporation Limited (APPFCL)
The Housing and Urban Development Corporation Ltd. (HUDCO),
Vijayawada Regional Office
The Member Convenor,
Andhra Pradesh Power Coordination Committee, Vijayawada.
The Chairmen &Managing Directors, APEPDCL/APCPDCL/APSPDCL/
Visakhapatnam/Vijayawada/Tirupati.

Copy to:
The Principal Secretary to Govt., Finance Department.
The P.S to Secretary to C.M.
The P.S to Special Chief Secretary to Govt., Energy Department.
SF/SC (Computer No. 2762290)

//FORWARDED:: BY ORDER//

SECTION OFFICER